

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 3599 - HB 3816

February 14, 2012

SUMMARY OF BILL: Changes the definition of home school student for the purpose of receiving a lottery scholarship. Defines “home school student” as a student who completed high school in a Tennessee home school program that meets the requirements of § 49-6-3050 and was a home school student for at least one year immediately preceding completion of high school.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures - \$54,000/FY12-13/Lottery for Education Account
\$80,000/FY13-14/Lottery for Education Account
Exceeds \$80,000/FY14-15 and Subsequent Fiscal Years/
Lottery for Education Account**

Assumptions:

- The Tennessee Student Assistance Corporation (TSAC) estimates that 12 home school students will be impacted.
- TSAC estimates in FY12-13, that 80 percent (10) will attend a four-year institution and receive a \$4,000 HOPE scholarship for a total of \$40,000 (\$4,000 x 10). Twenty percent (2) will attend a two-year institution and receive a \$2,000 HOPE scholarship for a total of \$4,000 (\$2,000 x 2). Five students will attend courses in the summer and receive a \$2,000 HOPE scholarship for a total of \$10,000 (\$2,000 x 5).
- The increase in state expenditures from the Lottery for Education Account in FY12-13 will be \$54,000 (\$40,000 + \$4,000 + \$10,000).
- In FY13-14, TSAC estimates that 54 percent of students in FY12-13 will renew their scholarships. Of these, five will attend a four-year institution for a total of \$20,000 (\$4,000 x 5); one will attend a two-year institution for a total of \$2,000; and two will attend summer courses for a total of \$4,000 (\$2,000 x 2). The increase in state expenditures for renewals in FY13-14 will be \$26,000 (\$20,000 + \$4,000 + \$2,000).
- There will also be a new cohort of 12 students in FY13-14, who will receive a total of \$54,000 (same as the FY12-13 cohort).
- The total increase in state expenditures from the Lottery for Education Account in FY13-14 will be \$80,000 (\$26,000 renewals + \$54,000 new cohort).

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- The increase in state expenditures from the Lottery for Education Account in FY14-15 and subsequent fiscal years will exceed \$80,000.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" and last name "Geise" clearly distinguishable.

Lucian D. Geise, Executive Director

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